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**UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA**

SHANA BECERRA, on behalf of herself,
all others similarly situated, and the general
public,

Plaintiff,

v.

THE COCA-COLA COMPANY,

Defendant.

Case No.: 17-cv-5916

CLASS ACTION

**COMPLAINT FOR VIOLATIONS OF
CALIFORNIA'S FALSE ADVERTISING
LAW, CONSUMERS LEGAL
REMEDIES ACT, & UNFAIR
COMPETITION LAW; AND BREACH
OF EXPRESS & IMPLIED
WARRANTIES**

DEMAND FOR JURY TRIAL

1 Plaintiff Shana Becerra, on behalf of herself, all others similarly situated, and the
2 general public, by and through her undersigned counsel, hereby brings this action against
3 The Coca-Cola Company (“Coca-Cola”), and alleges the following upon her own
4 knowledge, or where she lacks personal knowledge, upon information and belief including
5 the investigation of her counsel.

6 **INTRODUCTION**

7 1. Coca-Cola’s ubiquitous beverage, Diet Coke, is sweetened with aspartame, a
8 non-caloric sweetener, rather than sugar. Because of the product’s use of the term “diet,”
9 and its lack of calories, consumers reasonably believe that drinking Diet Coke will assist in
10 weight loss or management.

11 2. Scientific evidence demonstrates this is wrong because nonnutritive sweeteners
12 like aspartame interfere with the body’s ability to properly metabolize calories, leading to
13 weight gain and increased risk of metabolic disease, diabetes, and cardiovascular disease.

14 3. Accordingly, Coca-Cola’s marketing Diet Coke as “diet” is false, misleading,
15 and unlawful.

16 4. Plaintiff brings this action on behalf of herself, other Diet Coke consumers,
17 and the general public, to enjoin Coca-Cola from continuing to misleadingly advertise Diet
18 Coke, and to recover restitution and damages for the class.

19 **INTRADISTRICT ASSIGNMENT**

20 5. Pursuant to N.D. Cal. Civ. L.R. 3-2(c), (d) & 3-5(b), this action is properly
21 assigned to the San Francisco Division because the action arises in Sonoma County in that a
22 substantial part of the events or omissions which give rise to plaintiff’s claims occurred in
23 Sonoma County.

24 **THE PARTIES**

25 6. Plaintiff Shana Becerra is a resident of Santa Rosa, California.

26 7. The Coca-Cola Company is a Delaware corporation with its principal place of
27 business at One Coca-Cola Plaza, Atlanta, Georgia 30313.
28

JURISDICTION AND VENUE

8. This Court has jurisdiction over this action pursuant to 28 U.S.C. § 1332(d)(2)(A), the Class Action Fairness Act, because the matter in controversy exceeds the sum or value of \$5,000,000 exclusive of interest and costs, at least one member of the class of plaintiffs is a citizen of a State different from Coca-Cola. In addition, more than two-thirds of the members of the class reside in states other than the state in which Defendant is a citizen and in which this case is filed, and therefore any exceptions to jurisdiction under 28 U.S.C. § 1332(d) do not apply.

9. The Court has personal jurisdiction over Coca-Cola pursuant to Cal. Code Civ. P. § 410.10, as a result of Coca-Cola's substantial, continuous and systematic contacts with the State, and because Coca-Cola has purposely availed itself of the benefits and privileges of conducting business activities within the State.

10. Venue is proper in this Northern District of California pursuant to 28 U.S.C. § 1391(b) and (c), because Coca-Cola resides (*i.e.*, is subject to personal jurisdiction) in this district, and a substantial part of the events or omissions giving rise to the claims occurred in this district.

FACTS

A. Diet Coke is Marketed to Assist in Weight Loss and Healthy Weight Management Due to Its Non-Caloric Artificial Sweetener, Aspartame

11. Coca-Cola uses the term "diet" in Diet Coke, on both its label and in advertising.

12. Dictionary definitions of the term "diet" commonly refer to weight loss.

13. Coca-Cola uses the term "diet" to market Diet Coke because the product is sweetened with a non-caloric artificial sweetener, aspartame, rather than sugar. Because a representation that a product is "diet" inherently and necessarily implies it will assist in weight loss, Coca-Cola's implicit promise is that, because Diet Coke does not contain calories, it will assist in weight loss, or at least health weight management, *i.e.*, will not

1 cause weight gain (in the same way that drinking water could not possibly result in weight
2 gain).

3 14. Due to the prominent use of the term “diet” in the product’s name, Diet Coke,
4 consumers reasonably believe that the product will assist in weight loss, or at least healthy
5 weight management, for example, by not causing weight gain.

6 **B. Aspartame Causes Weight Gain**

7 15. Artificial, nonnutritive sweeteners were first introduced in the early 20th
8 century, and thus humans have been consuming them for only about a century. They are
9 typically 300 - 13,000 times sweeter than sugar.

10 16. Although aspartame does not contain calories, scientific research demonstrates
11 that it, like other nonnutritive sweeteners, is likely to cause weight gain.

12 17. A 2009 review article found that the “addition of [nonnutritive sweeteners] to
13 diet poses no benefit for weight loss or reduced weight gain without energy restriction,” and
14 noted “long-standing and recent concerns that inclusion of [nonnutritive sweeteners] in the
15 diet promotes energy intake and contributes to obesity.”¹

16 18. Another review article, in 2010, found that “[d]ata from large, epidemiologic
17 studies support the existence of an association between artificially-sweetened beverage
18 consumption and weight gain in children.”²

19 19. Another review article from 2010 said “research studies suggest that artificial
20 sweeteners may contribute to weight gain.”³

22 ¹ Mattes RD, et al., “Nonnutritive Sweetener Consumption in Humans: Effects on Appetite
23 and Food Intake and Their Putative Mechanisms.” *Am. J. Clin. Nutr.*, Vol. 89, No. 1, pp. 1-
24 14 (Jan. 2009).

25 ² Brown RJ, et al., “Artificial Sweeteners: a Systematic Review of Metabolic Effects in
26 Youth.” *Int’l J. of Ped. Obesity*, Vol. 5, No. 4, pp. 305-12 (Aug. 2010).

27 ³ Yang, Q., “Gain Weight by ‘Going Diet?’ Artificial Sweeteners and the Neurobiology of
28 Sugar Cravings.” *Yale J. of Bio. & Med.*, Vol. 83, No. 2, pp. 101-108 (June 2010)
[hereinafter “Yang”].

1 20. A 2013 review article by a federally-funded Purdue University researcher,
2 Susan E. Swithers, assessed differences between diet soda consumers and non-consumers
3 among over 450,000 participants across 14 independent prospective cohort studies, with an
4 average 16-year follow-up. Swithers found that “accumulating evidence suggests that
5 frequent consumers of these sugar substitutes may also be at increased risk of excessive
6 weight gain, metabolic syndrome, type 2 diabetes, and cardiovascular disease,” and that
7 “frequent consumption of high-intensity sweeteners may have the counterintuitive effect of
8 inducing metabolic derangements.” She further stated that “[r]ecent data from humans and
9 rodent models have provided little support for [artificially sweetened beverages] in
10 promoting weight loss or preventing negative health outcomes such as [type 2 diabetes],
11 metabolic syndrome, and cardiovascular events. Instead, a number of studies suggest people
12 who regularly consume [artificially sweetened beverages] are at increased risk compared to
13 those that do not consume [artificially sweetened beverages],” and “with the magnitude of
14 the increased risks similar to those associated with [sugar-sweetened beverages].”⁴

15 21. A 2014 study found that “consumption of commonly used [non-caloric
16 artificial sweetener] formulations drives the development of glucose intolerance through
17 induction of compositional and functional alterations to the intestinal microbiota,” and
18 because of this “link [between] [non-caloric artificial sweetener] consumption, symbiosis
19 and metabolic abnormalities,” found that artificial sweeteners “may have directly
20 contributed to enhancing the exact epidemic that they themselves were intended to fight.”⁵

21 22. In 2015, researchers reported “a striking dose-response relationship,” wherein
22 “increasing [diet soda intake] was associated with escalating abdominal obesity, a pathway
23 for cardiometabolic risk,” and noted that “[h]igh incidences of overweight and obesity,
24

25 ⁴ Swithers, SE, “Artificial Sweeteners Produce the Counterintuitive Effect of Inducing
26 Metabolic Derangements.” *Trends in Endocrinology & Metab.*, Vol. 24, No. 9, pp. 431-41
(Sept. 2013).

27 ⁵ Suez J, et al., “Artificial Sweeteners Induce Glucose Intolerance by Altering the Gut
28 Microbiota.” *Nature*, pp.181-86 (Oct. 2014).

hypertension, metabolic syndrome, diabetes mellitus, kidney dysfunction, heart attack, and hemorrhagic stroke have all recently been associated with frequent [nonnutritive sweetener intake] and [diet soda intake].”⁶

23. Epidemiological studies also implicate artificial sweeteners in causing weight gain. For example, the San Antonio Heart Study “observed a class, positive dose-response relationship between [artificially sweetened] beverage consumption and long-term weight gain,” and found that consuming more than 21 artificially sweetened beverages per week, compared to those who consumed none, “was associated with almost-doubled risk” of overweight or obesity.⁷

24. A study of beverage consumption among children and adolescents aged 6-19 found that “BMI is positively associated with consumption of diet carbonated beverages.”⁸

25. A two-year study of 164 children found that “[i]ncreases in diet soda consumption were significantly greater for overweight and subjects who gained weight as compared to normal weight subjects.”⁹

26. A July 2017 study found that artificial sweeteners did not lead to any significant weight loss in more than 1,000 participants in seven clinical trials. At the same time, combined data from 30 observational studies involving more than 400,000

⁶ Fowler, S, et al., “Diet Soda Intake is Associated with Long-Term Increases in Waist Circumference in a Biethnic Cohort of Older Adults: The San Antonio Longitudinal Study of Aging.” *J. of the Am. Geriatrics Society* (March 17, 2015).

⁷ Fowler, S, et al., “Fueling the Obesity Epidemic? Artificially Sweetened Beverage Use and Long-Term Weight Gain.” *Obesity*, Vol. 16, No. 8, pp. 1894-900 (Aug. 2008).

⁸ Forshee RA, et al., “Total Beverage Consumption and Beverage Choices Among Children and Adolescents.” *Int’l J. of Food Sci. & Nutr.*, Vol. 54, No. 4, pp. 297-307 (July 2003); *see also* Berkey CS, et al., “Sugar-Added Beverage and Adolescent Weight Change.” *Obesity Research*, Vol. 12, No. 5, pp. 778-88 (May 2004) (in study of more than 10,000 U.S. children aged 9-14, finding, for boys, intakes of diet soda “were significantly associated with weight gains”).

⁹ Blum, JW, et al., “Beverage Consumption Patterns in Elementary School Aged Children Across a Two-Year Period.” *J. of Am. Coll. of Nutr.*, Vol. 24, No. 2, pp. 93-98 (Apr. 2005).

1 participants showed that artificial sweeteners are associated with obesity, high blood
2 pressure, type 2 diabetes and heart health problems.¹⁰

3 27. A study published in August 2017 suggested artificial sweetener use increases
4 the risk of type 2 diabetes by 21%, which is about half the increased risk seen with sugar-
5 sweetened beverage use, at 43%.¹¹ Another study indicates daily diet soda consumption is
6 associated with a 36% increase in risk of metabolic syndrome, and a 67% increase in risk of
7 type 2 diabetes compared with non-drinkers.¹²

8 28. Recent research, published in August 2017, suggests the likely mechanism of
9 the counterintuitive effect of non-caloric sweeteners contributing to weight gain and other
10 chronic, metabolic illness.

11 29. In nature, sweetness signals energy. Generally, the greater the sweetness, the
12 more calories that are available, so the human brain has evolved to expect the two to come
13 together. When they do not, the brain can become confused, thinking there are fewer
14 calories to burn. That is, artificial sweeteners, including aspartame, appear to promote
15 weight gain, and to trigger metabolic syndrome and diabetes, because the brain misreads the
16 number of calories present and reduces metabolism, resulting in more calories being stored
17 in the body as fat.

18 30. This recent research came about when Yale University researcher Dana Small
19 set out to determine whether the rewarding character of sweet foods was due to the calories
20

21 ¹⁰ Azad, MB, et al., “Nonnutrative sweeteners and cardiometabolic health: a systematic
22 review and meta-analysis of randomized controlled trials and prospective cohort studies.”
23 *Canadian Medical Association Journal*, Vol. 189, No. 28, pp. E929-E939 (July 17, 2017).

24 ¹¹ Huang, M, et al., “Artificially sweetened beverages, sugar-sweetened beverages, plain
25 water, and incident diabetes mellitus in postmenopausal women: the prospective Women’s
26 Health Initiative observational study.” *Am. J. Clin. Nutr.*, Vol. 106, No. 2, pp. 614-22 (Aug.
27 2017).

28 ¹² Nettleton, JA, et al., “Diet soda intake and risk of incident metabolic syndrome and type 2
diabetes in Multi-Ethnic Study of Artherosclerosis (MESA).” *Diabetes Care*, Vol. 32, No.
4, pp. 688-94 (Apr. 2009).

1 those foods contain. Small created five beverages. Each was sweetened with sucralose, an
2 artificial sweetener, to taste about as sweet as a drink containing about 75 calories of sugar.
3 Small then varied the calories by adding different amounts of a tasteless carbohydrate called
4 maltodextrin, so that the five beverages contained 0, 27.5, 75, 112.5, and 150 calories. After
5 subjects consumed each drink six times over a period of weeks, Small scanned their brains
6 to see how each affected brain reward circuits, expecting that the higher-calorie drinks
7 would stimulate a stronger reward response. However, the most “reinforcing” drink was the
8 75 calorie one, which stimulated a stronger brain response than both the 0 calorie and 150
9 calorie drinks.¹³

10 31. This research led Small to test the body’s metabolic response, which is the
11 energy the body expends to process calories. The results repeated themselves, with the
12 metabolic response to the high-calorie drink lower than the metabolic response to the
13 medium-calorie drink. Thus, the researchers found that when there was a “mismatch”
14 between sweetness and calories present, the calories present fail to trigger the body’s
15 metabolism. In addition, reward circuits in the brain did not register that calories had been
16 consumed.¹⁴

17 32. This research demonstrates that sweetness plays a role in how the body
18 responds to food, inasmuch as it regulates the metabolic signal.

19 33. In sum, calories consumed in a mismatched condition, such as when a person
20 drinks a Diet Coke while eating food, are not efficiently metabolized at the time of
21 ingestion, and may therefore be processed later, or stored, which can drive weight gain and
22 further interfere with metabolism.

23
24
25
26 ¹³ See Veldhuizen, MG, et al., “Integration of Sweet Taste and Metabolism Determines
27 Carbohydrate Reward.” *Current Biology*, Vol. 27, Issue 16, pp. 2476-85 (Aug. 2017).

28 ¹⁴ See *id.*

34. In addition, some research has shown that sweetness—whether from sugar or non-caloric, artificial sources—increases appetite, which can lead to weight gain.¹⁵ Moreover, “[i]nconsistent coupling between sweet taste and caloric content can lead to compensatory overeating and positive energy balance.”¹⁶

COCA-COLA’S UNLAWFUL ACTS

A. Coca-Cola Misleadingly Marketed Diet Coke as Promoting Weight Loss or Healthy Weight Management

35. Because the aspartame in Diet Coke is likely to cause weight gain, rather than to help in weight loss or healthy weight management, Coca-Cola’s marketing the product as “diet” is false and misleading.

36. Coca-Cola is, or reasonably should be aware, of the scientific evidence that consuming aspartame can cause weight gain. That evidence has been in the published and in the public domain, and recounted in major news outlets.

37. Despite that Coca-Cola is, or reasonably should have been aware that promoting Diet Coke as “diet” was false and misleading, Coca-Cola continued to do so anyway, because this representation is the major driver of Diet Coke sales.

38. Moreover, while touting Diet Coke as “diet,” and containing zero calories, Coca-Cola deceptively omitted material information, namely that despite its lack of calories, the consumption of Diet Coke can lead to weight gain and contribute to metabolic disease, diabetes, and cardiovascular disease.

B. Coca-Cola Violated FDA and California Food Labeling Regulations

39. The Federal Food, Drug, and Cosmetic Act, 21 U.S.C. §§ 301 *et seq.* (“FDCA”), governs the labeling of foods and beverages. Pursuant to the California Sherman Food, Drug, and Cosmetic Law, Cal. Health & Safety Code §§ 109875 *et seq.* (the

¹⁵ See Yang, *supra* n.3 (“Preload experiments generally have found that sweet taste, whether delivered by sugar or artificial sweeteners, enhanced human appetite.”).

¹⁶ *Id.*

1 “Sherman Law”), California has adopted the FDCA and its implementing regulations as its
2 own law, *see id.* § 110100.

3 40. The FDCA prohibits the labeling of food that is “false or misleading in any
4 particular,” 21 U.S.C. § 343(a).

5 41. FDA regulations provide that companies may use the term “diet” in the brand
6 name or label of a soft drink described in section 343(r)(2)(D) *only* when it is not false or
7 misleading. *See* 21 U.S.C. § 343(r)(2)(D); 21 C.F.R. § 101.13(q)(2).

8 42. Coca-Cola’s labeling Diet Coke as “diet” is false and misleading for the
9 reasons described herein. Accordingly, Coca-Cola has violated 21 U.S.C. §§ 343(a) and
10 343(r)(2)(D), 21 C.F.R. § 101.13(q)(2), and the corresponding sections of California’s
11 Sherman Law, *see* Cal. Health & Safety Code §§ 110660, 100670.

12 43. In labeling Diet Coke, Coca-Cola also “fail[ed] to reveal facts that are material
13 in light of other representations made or suggested by the statement[s], word[s], design[s],
14 device[s], or any combination thereof,” in violation of 21 C.F.R. § 1.21(a)(1). Such facts
15 include that consuming the aspartame in Diet Coke can lead to weight gain or make it
16 difficult to maintain a healthy weight.

17 44. In labeling Diet Coke, Coca-Cola similarly failed to reveal facts that were
18 “[m]aterial with respect to the consequences which may result from use of the article under”
19 both “[t]he conditions prescribed in such labeling,” and “such conditions of use as are
20 customary or usual,” in violation of § 1.21(a)(2). Namely, Coca-Cola failed to disclose the
21 increased risk of weight gain, and of serious chronic disease, likely to result from the usual
22 consumption of Diet Coke in the customary manner.

23 **PLAINTIFF’S PURCHASE, RELIANCE, AND INJURY**

24 45. Plaintiff Shana Becerra has been a frequent purchaser of Diet Coke for many
25 years. For over 13 years, plaintiff has purchased at least dozens of cans of Diet Coke each
26 month, usually from the Safeway located at 2785 Yulupa Avenue, in Santa Rosa,
27 California.

1 46. Plaintiff has struggled with obesity since childhood. She purchased and
2 consumed Diet Coke in large part because she believed, based on Coca-Cola's advertising
3 the product as "Diet," that it would contribute to healthy weight management, and, due to
4 its lack of calories, would not cause her to gain weight.

5 47. Plaintiff would not have purchased Diet Coke at the price she paid, and may
6 not have purchased it at all, absent Coca-Cola's false, misleading, and unlawful labeling.

7 48. The Diet Coke cost more than a product, represented to be a diet product,
8 would cost if the truth were revealed that the product was not a diet product at all.

9 49. If Coca-Cola were enjoined from making the misleading claims, the market
10 demand and price for Diet Coke would drop, as it has been artificially and fraudulently
11 inflated due to Coca-Cola's use of false, misleading, and unlawful labeling.

12 50. For these reasons, the Diet Coke was worth less than what plaintiff paid for it.

13 51. Instead of receiving a beverage that would help assist plaintiff in achieving and
14 maintaining a healthy weight, plaintiff received a beverage whose consumption is likely to
15 lead to weight gain.

16 52. Plaintiff lost money as a result of Coca-Cola's deceptive claims and unfair
17 practices in that she did not receive what she paid for when purchasing the Diet Coke.

18 53. Plaintiff detrimentally altered her position and suffered damages in an amount
19 equal to what she paid for the product.

20 54. Plaintiff might purchase Diet Coke in the future, for example as a treat, if the
21 product were properly labeled.

22 **CLASS ACTION ALLEGATIONS**

23 55. Pursuant to Fed. R. Civ. P. 23, plaintiff seeks to represent a class comprised of
24 all persons in California who, on or after October 16, 2013 purchased, for personal or
25 household use, and not for resale, Diet Coke in cans or bottles.

26 56. Plaintiff nevertheless reserves the right to divide into subclasses, expand,
27 narrow, or otherwise modify the class definition prior to (or as part of) filing a motion for
28 class certification.

1 57. The members in the proposed class and subclass are so numerous that
2 individual joinder of all members is impracticable, and the disposition of the claims of all
3 class members in a single action will provide substantial benefits to the parties and Court.
4 Fed. R. Civ. P. 23(a)(1).

5 58. There are questions of law and fact common to the class, Fed. R. Civ. P.
6 23(a)(2), which plaintiff may seek to litigate on an individual basis pursuant to Fed. R. Civ.
7 P. 23(c)(4), including without limitation:

8 a. Whether Diet Coke sold during the class period was likely to result in
9 weight gain, or increased risk of metabolic disease, diabetes, and cardiovascular
10 disease;

11 b. Whether advertising Diet Coke as “diet” would be likely to deceive a
12 reasonable consumer;

13 c. Whether Diet Coke sold during the class period was misbranded because
14 it was in violation of any FDA or California state food labeling statute or regulation;

15 d. Whether Coca-Cola expressly or impliedly warranted that Diet Coke
16 was “diet”;

17 e. Whether Coca-Cola impliedly warranted that Diet Coke would assist in
18 weight loss or healthy weight management;

19 f. Whether Coca-Cola breached any express or implied warranties;

20 g. The proper injunctive or prospective relief; and

21 h. The proper amount of reasonable litigation expenses and attorneys’ fees.

22 59. Plaintiff’s claims are typical of class members’ claims in that they are based on
23 the same underlying facts, events, and circumstances relating to Coca-Cola’s conduct.

24 60. Plaintiff will fairly and adequately represent and protect the interests of the
25 class, has no interests incompatible with the interests of the class, and has retained counsel
26 competent and experienced in class action litigation, including within the food and beverage
27 industry.
28

61. Class treatment is superior to other options for resolution of the controversy because the relief sought for each class member is small such that, absent representative litigation, it would be infeasible for class members to redress the wrongs done to them.

62. Questions of law and fact common to the class predominate over any questions affecting only individual class members.

63. As a result of the foregoing, class treatment is appropriate under Fed. R. Civ. P. 23(a), (b)(2), and (b)(3), and may be appropriate for certification “with respect to particular issues” under Rule 23(c)(4).

CAUSES OF ACTION

FIRST CAUSE OF ACTION

VIOLATIONS OF THE CALIFORNIA FALSE ADVERTISING LAW, CAL. BUS. & PROF. CODE §§ 17500 *ET SEQ.*

64. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if fully set forth herein.

65. The FAL prohibits any statement in connection with the sale of goods “which is untrue or misleading,” Cal. Bus. & Prof. Code § 17500.

66. Coca-Cola’s use of the term “diet” in marketing Diet Coke is deceptive in light of the strong evidence that aspartame causes weight gain.

67. Coca-Cola knew, or reasonably should have known, that marketing Diet Coke as “diet” was untrue or misleading.

SECOND CAUSE OF ACTION

VIOLATIONS OF THE CALIFORNIA CONSUMERS LEGAL REMEDIES ACT, CAL. CIV. CODE §§ 1750 *ET SEQ.*

68. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if fully set forth herein.

69. The CLRA prohibits deceptive practices in connection with the conduct of a business that provides goods, property, or services primarily for personal, family, or household purposes.

70. Coca-Cola's policies, acts, and practices were designed to, and did, result in the purchase and use of the Diet Coke primarily for personal, family, or household purposes, and violated and continue to violate the following sections of the CLRA:

- a. § 1770(a)(5): representing that goods have characteristics, uses, or benefits which they do not have;
- b. § 1770(a)(7): representing that goods are of a particular standard, quality, or grade if they are of another;
- c. § 1770(a)(9): advertising goods with intent not to sell them as advertised; and
- d. § 1770(a)(16): representing the subject of a transaction has been supplied in accordance with a previous representation when it has not.

71. Plaintiff, on behalf of herself and the class, seeks injunctive relief, restitution, and reasonable attorneys' fees and costs.

72. In compliance with Cal. Civ. Code § 1782, plaintiff sent written notice to DPSG of her claims. Although plaintiff does not currently seek damages for her claims under the CLRA, if DPSG refuses to remedy the violation within 30 days of receiving the notice letter, plaintiff may thereafter amend this Complaint to seek actual and statutory damages.

73. In compliance with Cal. Civ. Code § 1782(d), an affidavit of venue is filed herewith.

THIRD CAUSE OF ACTION

VIOLATIONS OF THE CALIFORNIA UNFAIR COMPETITION LAW, CAL. BUS. & PROF. CODE §§ 17200 *ET SEQ.*

74. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if fully set forth herein.

75. The UCL prohibits any "unlawful, unfair or fraudulent business act or practice," Cal. Bus. & Prof. Code § 17200.

Fraudulent

76. Coca-Cola's use of the term "diet" to market Diet Coke is likely to deceive reasonable consumers.

Unfair

77. Coca-Cola's conduct with respect to the labeling, advertising, and sale of Diet Coke was and is unfair because Coca-Cola's conduct was and is immoral, unethical, unscrupulous, or substantially injurious to consumers and the utility of its conduct, if any, does not outweigh the gravity of the harm to its victims.

78. Coca-Cola's conduct with respect to the labeling, advertising, and sale of Diet Coke was also unfair because it violated public policy as declared by specific constitutional, statutory or regulatory provisions, including the False Advertising Law, the Federal Food, Drug, and Cosmetic Act, and the California Sherman Food, Drug, and Cosmetic Law.

79. Coca-Cola's conduct with respect to the labeling, advertising, and sale of Diet Coke was also unfair because the consumer injury was substantial, not outweighed by benefits to consumers or competition, and not one consumers themselves could reasonably have avoided.

Unlawful

80. The acts alleged herein are "unlawful" under the UCL in that they violate at least the following laws:

- a. The False Advertising Law, Cal. Bus. & Prof. Code §§ 17500 *et seq.*;
- b. The Consumers Legal Remedies Act, Cal. Civ. Code §§ 1750 *et seq.*;
- and
- c. The Federal Food, Drug, and Cosmetic Act, 28 U.S.C. §§ 301 *et seq.*, and its implementing regulations, 21 C.F.R. §§ 101 *et seq.*; and
- d. The California Sherman Food, Drug, and Cosmetic Law, Cal. Health & Safety Code §§ 109875, *et seq.*

FOURTH CAUSE OF ACTION

BREACH OF EXPRESS WARRANTY, CAL. COM. CODE § 2313(1)

81. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if fully set forth herein.

82. Through the label of Diet Coke, Coca-Cola made affirmations of fact or promises, and made descriptions of goods, that formed part of the basis of the bargain, in that plaintiff and the class purchased the Diet Coke in reasonable reliance on those statements. Cal. Com. Code § 2313(1).

83. Specifically, Coca-Cola made statements that Diet Coke is “diet.”

84. Coca-Cola breached its express warranties by selling products that are not “diet,” *i.e.*, do not assist in weight loss or healthy weight management, but which in fact cause weight gain.

85. That breach actually and proximately caused injury in the form of the lost purchase price that plaintiff and class members paid for the Diet Coke.

86. Plaintiff gave Coca-Cola notice of the breach before filing or asserting the claim, but Coca-Cola failed to remedy the breach.

87. As a result, plaintiff seeks, on behalf of herself and other class members, actual damages arising as a result of Coca-Cola’s breach of express warranty.

FIFTH CAUSE OF ACTION

BREACH OF IMPLIED WARRANTY OF MERCHANTABILITY,

CAL. COM. CODE § 2314

88. Plaintiff realleges and incorporates the allegations elsewhere in the Complaint as if fully set forth herein.

89. Coca-Cola, through its acts and omissions set forth herein, in the sale, marketing and promotion of Diet Coke, made representations to plaintiff and the class that Diet Coke would assist in weight loss or healthy weight management, and would not contribute to weight gain.

1 90. Coca-Cola is a merchant with respect to the goods of this kind which were sold
2 to plaintiffs and the class, and there was, in the sale to plaintiffs and other consumers, an
3 implied warranty that those goods were merchantable.

4 91. However, Coca-Cola breached that implied warranty in that Diet Coke does
5 not contribute to weight loss or healthy weight management, and instead contributes to
6 weight gain, as set forth in detail herein.

7 92. As an actual and proximate result of Coca-Cola's conduct, plaintiff and the
8 class did not receive goods as impliedly warranted by Coca-Cola to be merchantable in that
9 they did not conform to promises and affirmations made on the container or label of the
10 goods.

11 93. Plaintiff gave Coca-Cola notice of the breach before filing or asserting the
12 claims, but Coca-Cola failed to remedy the breach.

13 94. As a result, plaintiff seeks, on behalf of herself and other class members, actual
14 damages arising as a result of Coca-Cola's breaches of implied warranty.

15 **PRAYER FOR RELIEF**

16 95. Wherefore, plaintiff, on behalf of herself, all others similarly situated, and the
17 general public, prays for judgment against Coca-Cola as to each and every cause of action,
18 and the following remedies:

19 a. An Order certifying this action as a class action, appointing plaintiff as
20 Class Representative, appointing her counsel as Class Counsel, and requiring Coca-
21 Cola to bear the cost of class notice;

22 b. An Order enjoining Coca-Cola from marketing Diet Coke as "diet" so
23 long as it is sweetened with a non-nutritive artificial sweetener;

24 c. An Order requiring Coca-Cola to engage in a corrective advertising
25 campaign.

26 d. An Order requiring Coca-Cola to pay restitution to restore funds that
27 may have been acquired by means of any act or practice declared by this Court to be
28

an unlawful, unfair, or fraudulent business act or practice, untrue or misleading advertising, or a violation of the UCL, FAL, or CLRA;

e. An Order requiring Coca-Cola to pay all statutory, compensatory, and punitive damages permitted under the causes of action alleged herein;

f. An Order requiring Coca-Cola to disgorge or return all monies, revenues, profits, or other unjust enrichment obtained by means of any wrongful or unlawful act or practice;

g. Pre- and post-judgment interest;

h. Costs, expenses, and reasonable attorneys' fees; and

i. Any other and further relief as may later be requested, or which the Court deems necessary, just, or proper.

JURY DEMAND

96. Plaintiff hereby demands a trial by jury on all issues so triable.

Dated: October 16, 2017

/s/ Jack Fitzgerald

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